



STATE OF NEW MEXICO
 ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
 OIL CONSERVATION DIVISION



BRUCE KING
 GOVERNOR

ANITA LOCKWOOD
 CABINET SECRETARY

POST OFFICE BOX 2088
 STATE LAND OFFICE BUILDING
 SANTA FE, NEW MEXICO 87504
 (505) 827-5800

AMENDED COMMINGLING ORDER CTB-359

Yates Petroleum Corporation
 105 South Fourth Street
 Artesia, NM 88210

Attention: Rusty Klein

The above named company is hereby authorized to commingle South Dagger Draw-Upper Pennsylvanian Associated Pool production from the following leases:

Lease: Hillview "AHE" - Prickley Pear "AIE" Federal Lease (Communitized)
 Description: E/2 of Section 23, Township 20 South, Range 24 East, NMPM; and

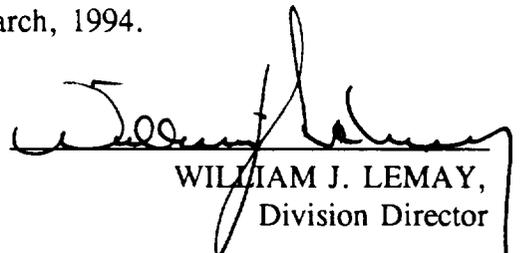
Lease: Hillview "AHE" - Saguaro "AGS" Federal Lease (Communitized)
 Description: W/2 of Section 23, Township 20 South, Range 24 East, NMPM

both in Eddy County, New Mexico.

Production shall be allocated to each well by separately metering the production from each well prior to commingling.

NOTE: This installation shall be installed and operated in accordance with the applicable provisions of Rule 303 of the Division Rules and Regulations and the Division "Manual for the Installation and Operation of Commingling Facilities." It is the responsibility of the producer to notify the transporter of this commingling authority.

DONE at Santa Fe, New Mexico, on this 16th day of March, 1994.


 WILLIAM J. LEMAY,
 Division Director

cc: Oil Conservation Division - Artesia
 US Bureau of Land Management - Carlsbad